



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE FISCAL REVIEW COMMITTEE

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MEMORANDUM

TO: The Honorable Dave Goetz, Commissioner
 Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee **BK**
 Charles Curtiss, Vice-Chairman, Fiscal Review Committee **CC**

DATE: January 26, 2010

SUBJECT: **Contract Comments**
 (Fiscal Review Committee Meeting 1/25/10)

RFS# 309.01-12109

Department: Treasury/Claims Administration

Contractor: Sedgwick Claims Management Services, Inc.

Summary: The vendor is responsible for the provision of workers' compensation management services, including but not limited to, investigation and determination of workers' compensation claims filed against the State. The proposed amendment reduces the contractor's fees by 9.5 percent (\$105,108) for FY10-11 and reduces the maximum liability by \$500,000.

Maximum liability: \$5,761,598

Maximum liability w/amendment: \$5,261,598

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable David H. Lillard, Jr., State Treasurer
 Mr. Robert Barlow, Director, Office of Contracts Review